## **Limited Liability Company**





## Supplemental applicants of limited liability companies include:

- Members
  - Not including a member holding a direct or indirect ownership interest of 10% or less in the main applicant and who does not exercise control over or participate in the management of the company
- All managers (for manager-managed LLCs)
- All managerial employees
  - Managerial employees are employees who have the ability to control and direct the affairs of the marihuana business and/or have the ability to make policy concerning the marihuana business
- Spouses of all supplemental applicant individuals (except the spouses of managerial employees)

\*See the next page for examples of mock business structures that depict supplemental applicants

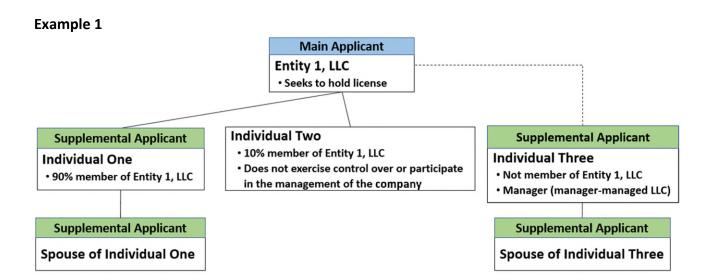
## **Limited Liability Company**



Example 2



and directs the affairs of the marijuana establishment • 0% ownership in Entity 1, LLC



## **Main Applicant** Entity 1, LLC Seeks to hold license **Supplemental Applicant Supplemental Applicant Supplemental Applicant** Entity 3, LLC Entity 2, LLC **Individual One** • 30% member of Entity 1, LLC • 50% member of Entity 1, LLC 20% member of Entity 1, LLC Not married **Supplemental Applicant** Supplemental Applicant **Individual Four Individual Two Individual Three** • 20% member of Entity 3, LLC • 10% ownership in Entity 1, LLC • 100% member of Entity 2, LLC • 80% member of Entity 3, LLC · Does not exercise control over or • 40% ownership in Entity 1, LLC • 30% ownership in Entity 1, LLC participate in the management of the company **Supplemental Applicant Supplemental Applicant** Spouse of Individual Two Spouse of Individual Three **Supplemental Applicant Individual Five** · Managerial employee who controls